

GRETCHEN WHITMER

STATE OF MICHIGAN DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY LANSING

SUSAN CORBIN ACTING DIRECTOR

OFFICIAL Policy Issuance (PI): 21-21

Date: July 15, 2021

To: Michigan Works! Agency (MWA) Directors

From: Krista Johnson, Division Administrator SIGNED

Talent Development Division Workforce Development

Subject: Appropriation Year (AY) 2019 Workforce Innovation and Opportunity

Act (WIOA) Statewide Activities Funding for Program Year (PY) 2021 (July 1, 2021 through June 30, 2022) High Concentrations of WIOA

Eligible Youth

Programs

Affected: WIOA Youth Programs Administered by MWAs

References: The WIOA of 2014, Public Law 113-128

The WIOA Final Regulations as published in the Federal Register on

August 19, 2016

U.S. Department of Labor (USDOL) Training and Employment Guidance

Letter (TEGL) 16-18, issued April 10, 2019

PI 19-20, issued July 2, 2019, and subsequent changes

PI 19-30, issued October 25, 2019

WIOA Manual, issued March 11, 2021

Rescissions: None

Background: The Michigan Department of Labor and Economic Opportunity, Workforce

Development (LEO-WD), in partnership with the MWAs, assists job seekers

in obtaining and advancing in employment, education, training, and

supportive services to foster individual success in the labor market. WD's state and federally funded job seeker and business services are designed to strengthen and improve our public workforce system, help equip our citizens to enter high-quality jobs and careers, and help employers hire and retain

skilled workers.

The WIOA Section 129(b)(1) requires states to use a portion of the funds reserved for Statewide Activities to carry out additional activities, including activities that specifically benefit youth.

Policy:

In accordance with the WIOA Section 129(b)(1)(F), WD is allocating WIOA Statewide Activities funding to provide additional assistance to local areas that have a high concentration of WIOA eligible youth. The local areas selected to receive funding were chosen based upon an evaluation of American Community Survey census data comparing the percentage of WIOA eligible youth to the total population of youth in each local service delivery area. A statewide average was then determined, and any local area that exceeded the statewide average of eligible youth was selected to receive funding.

Fiscal reporting for the funds awarded in this policy shall be independent from the WIOA Youth formula funding allocated in PI 19-20. Carry-forward of these funds from PY 2021 into PY 2022 will not be permitted. **Unexpended funds as of June 30, 2022, will be recaptured by the WD.** Administrative funding is limited to a maximum of **10 percent** of the allocations detailed in this policy.

Per waiver authority granted by the USDOL, local areas are not subject to a minimum Out-of-School Youth (OSY) expenditure requirement for the funding awarded in this policy. This waiver applies only to AY 2019 and AY 2020 WIOA Statewide Activities funding. This waiver is valid for the life of these funds.

When a youth is enrolled as an In-School Youth or OSY, they maintain that designation throughout their participation, regardless of any change in enrollment status in education.

The 20 percent Work Experience minimum expenditure requirement does not apply to the WIOA Statewide Activities funding awarded in this policy issuance. The funds awarded in this policy are to provide additional assistance to local areas that have high concentrations of WIOA eligible youth to carry out the following:

- A. Provide an objective assessment of the academic levels, skill levels, and service needs of each participant, which shall include a review of basic skills, occupational skills, prior work experience, employability, interests, aptitudes (including interests and aptitudes for non-traditional jobs), supportive service needs, and developmental needs of such participant, for the purpose of identifying appropriate services and career pathways for participants. A new assessment of a participant is not required if the provider carrying out such a program determines it is appropriate to use a recent assessment of the participant conducted pursuant to another education or training program.
- B. Develop service strategies for each participant that are directly linked to one or more of the indicators of performance described in the

WIOA Section 116(b)(2)(A)(ii), and that shall identify career pathways that include education and employment goals (including, in appropriate circumstances, non-traditional employment), appropriate achievement objectives, and appropriate services for the participant taking into account the assessment conducted pursuant to subparagraph (A), except that a new service strategy for a participant is not required if the provider carrying out such a program determines it is appropriate to use a recent service strategy developed for the participant under another education or training program.

C. Provide the following:

- Activities leading to the attainment of a secondary school diploma or its recognized equivalent, or a recognized post-secondary credential.
- 2. Preparation for post-secondary educational and training opportunities.
- Strong linkages between academic instruction (based on State academic content and student academic achievement standards established under Section 1111 of the Elementary and Secondary Education Act of 1965 [20 U.S.C. 6311]) and occupational education that leads to the attainment of recognized post-secondary credentials.
- 4. Preparation for unsubsidized employment opportunities, in appropriate cases.
- 5. Effective connections to employers, including small employers, in in-demand industry sectors and occupations of the local and regional labor markets.

Further, local WIOA Youth programs must include each of the fourteen program elements listed in the WIOA Section 129(c)(2) as options available to youth participants.

Data Entry

When entering a youth into the One-Stop Management Information System using these funds, please select the "Youth Statewide (15%)" option and enter the Youth Statewide Contract # 2121.

If WIOA Youth formula funds are also being used, the "Youth (Local)" option should also be selected.

Profit

Please refer to the WD Procurement Policy, PI 19-30, issued October 25, 2019, or any WD policy replacing PI 19-30, for further information regarding profit and corresponding limitations.

Fiscal Information

The local area will process all cash requests through the Management of Awards to Recipients System (MARS) in accordance with the MARS Manual. The local area must have on file appropriate documentation to support each cash draw.

The USDOL Employment and Training Administration requires all grantees to report all financial transactions on a full accrual basis. Accrued expenditures are charges incurred by the grantee during a given period requiring the provision of funds for (1) goods and other tangible property received; (2) services performed by employees, contractors, sub-grantees, subcontractors, and other payees; and (3) other amounts becoming owed under programs for which no current services or performance is required, such as annuities, insurance claims, and other benefit amounts.

In general, total accrued expenditures are costs incurred for goods and services received, regardless of whether the payment has been made.

All reporting of fiscal expenditures for the funds provided in this policy must be reported to the WD on a quarterly basis. A final close-out report is also required. All quarterly financial expenditure reports are due to the WD no later than the 20th calendar day after the end of the calendar quarter. The final close-out report is due to WD no later than 60 days after the end of the grant period. In the event that the due date falls on a weekend or state government holiday, the report is due on the last business day prior to the due date. Local areas must submit reports in the MARS. If there are any questions regarding cash requests or the submission of required expenditure reports, please contact Mr. Michael LaCharite at lacharitem1@michigan.gov.

Action:

Local areas receiving an allocation as a result of this policy are required to submit the following within 30 days from the issue date of this policy:

- 1. A signed Approval Request form (Attachment A), with signatures from the Chief Elected Official(s), Workforce Development Board Chair, or their designee(s).
- 2. A Budget Information Summary (BIS) (Attachment B).
- A plan narrative detailing the services to be provided, in accordance with the WIOA Youth program design and service delivery requirements, and a description of how the planned programming relates to, and supports, the local area's strategic plan.

All documents should be submitted electronically to the Talent Development Division at <u>LEO-TSDIV@michigan.gov</u>. Please copy your assigned WIOA State Coordinator on your email submission.

Inquiries:

Questions regarding this policy should be directed to your WIOA State Coordinator.

This policy is available for downloading from the WD's website.

WD is an equal opportunity employer/program. Auxiliary aids and services are available upon request to individuals with disabilities. Please contact Ms. Paula Hengesbach by telephone at 989-388-3272 or by email at hengesbachp@michigan.gov for details.

WD is funded by State and Federal funds; more details are available on the agency's Legal Disclaimer page at www.michigan.gov/workforce.

Expiration

Date: June 30, 2022

KJ:ED:ph

Approval Request Form Instructions

- 1. *Michigan Works! Agency (MWA) Name and Number*: Enter the name and the assigned number of the MWA.
- 2. Plan Title(s): Enter the appropriate title for the plan being submitted. "PY 2021 High Concentrations of WIOA Eligible Youth" has been pre-printed.
- 3. *Policy Issuance Number*: Enter the Policy Issuance number that the Approval Request form covers. "21-21" has been pre-printed.
- 4. *Plan Period*: The program period covered by this plan. "July 1, 2021 through June 30, 2022" has been pre-printed.

The required signatories are designated in accordance with the Workforce Development Policy Issuance 21-02, issued January 5, 2021. Signatures are required from the Workforce Development Board Chair and the Chief Elected Official(s), or their authorized designee(s).

Approval Request Form

Michigan Works! Agency (MWA) Name and Number:		
2. Plan Title(s):		
PY 2021 High Concentrations of WIOA Eligible Youth		
3. Policy Issuance Number:		
21-21		
4. Plan Period:		
July 1, 2021 through June 30, 2022		
The Chief Elected Official(s) and Workforce Development Board hereby request approval of this document. Please insert the printed name for each signature provided below.		
Signature of Authorized Chief Elected Official	Date:	
Printed Name:		
Signature of Authorized Chief Elected Official	Date:	
Printed Name:		
Signature of Authorized Chief Elected Official	Date:	
Printed Name:		
Signature of Workforce Development Board Chairperson	Date:	
Printed Name:		

Budget Information Summary (BIS) Instructions Workforce Innovation and Opportunity Act (WIOA) High Concentrations of WIOA Eligible Youth

Section I - Identification Information

Michigan Works! Agency (MWA) Name: Enter the name of the MWA.

Policy Issuance: Enter the Policy Issuance number applicable to the BIS. "21-21" has been pre-printed.

Grant Name: Enter the name of the grant associated with the funding being awarded. "AY19 WIOA Statewide Activities" has been pre-printed.

Project Name: Enter the name of the project associated with the funding being awarded. "PY21 High Concentrations of Youth" has been pre-printed.

Plan Period: Enter the start and end dates of the plan period. "07/01/2021 - 06/30/2022" has been pre-printed.

Section II - Total Funds Available

Allocation: Enter the amount of the allocation.

Total Appropriation Year Funding: The total allocation. The Excel spreadsheet will automatically calculate.

Section III - Current Appropriation Year Planned Expenditures by Cost Category

Administration: Enter the amount of the grant to be used for local administration. Not more than **ten** percent of the total allocation may be used for administration.

In-School Youth: Enter the amount of the allocation planned for In-School Youth.

Out-of-School Youth: Enter the amount of the allocation planned for Out-of-School Youth.

Total Planned Costs: The Excel spreadsheet will automatically calculate all of the total planned costs entered for the grant.

Youth Adjusted Award: The Excel spreadsheet will automatically calculate. It is based upon the total allocation minus funds reserved for the costs of administration.

Section IV - Limitation Percentages

This section was developed to assist MWA staff and state coordinators with reviewing planned expenditures versus expenditure requirements and limitations. The cells will automatically calculate.

* The Excel spreadsheet will automatically calculate the adjusted award based upon the total allocation minus funds reserved for the costs of administration.

Program Year 2021 High Concentrations of WIOA Eligible Youth Allocations Funding Source: Allocation Year 2019 WIOA Statewide Activities July 1, 2021 – June 30, 2022

Michigan Works! Agency	Allocation
Berrien/Cass/Van Buren	
Capital Area	\$17,512
Detroit Employment Solutions Corporation	\$34,398
GST Michigan Works!	. ,
Great Lakes Bay	\$16,907
Macomb/St. Clair	
Northeast	
Northwest	
Oakland County	
Region 7B	\$3,492
Southeast	
SEMCA	
Southwest	\$14,218
Upper Peninsula	\$7,970
West Central	\$5,503
West Michigan Works!	
Total	\$100,000

Factors: Funding is allocated to MWAs with a higher concentration of eligible youth than the percentage of eligible youth for the entire state (2.77%).